

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6884

BILL NUMBER: HB 1366

NOTE PREPARED: Dec 28, 2005

BILL AMENDED:

SUBJECT: Local Road and Street Distributions.

FIRST AUTHOR: Rep. Thomas

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill provides that the money in the Local Road and Street Account (LR&S) is to be distributed among counties according to the ratio of each county's passenger car and pickup truck registrations to the statewide total passenger car and pickup truck registrations. (The current distribution formula disregards pickup truck registrations.) It phases in the change from 2006 to 2009.

Effective Date: July 1, 2006.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: This will change the amount of LR&S funds received by counties and will favor those counties with more pickup trucks at the expense of those with fewer pickup trucks in relation to the total number of passenger cars and pickup trucks registered. The bill phases in the change over a four-year period beginning in state FY 2007.

This proposal does not increase the amount of funds to be distributed, but rather redistributes the funds among the counties. For FY 2005, approximately \$80.8 M were distributed through the Local Road and Street Account to local units. Including pickup trucks in the LR&S distributions to the 659 recipient units results in 528 units with increases and 131 units with decreases. The total dollars shifted are estimated to be \$3.505 M when fully implemented.

State Agencies Affected: Auditor of State.

Local Agencies Affected: Those units which receive distributions from the LR&S.

Information Sources: Additional information is available from the Office of Fiscal and Management Analysis.

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